THE MINISTER OF STATE OF THE MINISTRY OF MINES (SHRI BALRAM SINGH YADAV): (a) An Advisory committee under the Chairmanship of Additional Secretary, Ministry of Mines has been set up to assist public sector undertakings and subordinate offices under the Ministry of Mines who have to deal with foreign investors to ensure better co-ordination and common approach on policy issues pertaining to proposals received from foreign investors for collaborative and joint venture agreements.

(b) Yes, Sir.

(c) Gold, Diamonds, Iron ore and base metals.

(d) The estimated value of mineral production excluding fuel and atomic minerals was Rs. 909 crores from April to July 1994 as against the actual value of production of Rs. 868 crores during the same period in 1993.

Setting up joint venture for gold resources

1666. SHRI G. Y. KRISHNAN: Will the Minister of MINES be pleased to state:

(a) whether the public sector Hindustan Zinc Limited (HZL) signed a memorandum of understanding (MOU) with Naugini Mining Limited of Australia for setting up a joint venture to identify prospective gold resources;

(b) if so, the salient features of the joint venture and the equity to be held by the Australian Company and the Hindustan Zinc Limited;

(c) which are the areas identified by Hindustan Zinc Limited of gold occurences particularly in Karnataka and the estimated gold reserves there; and

(d) when is the Australian Company likely to start exploration and mining of gold in Karnataka?

THE MINISTER OF STATE OF THE MINISTRY OF MINES (SHRI BALRAM SINGH YADAV): (a) Yes, Sir.

(b) As per the Memorandum of Understanding (MOU) between M/s. Niugini Mining Ltd. (NML) and Hindustan Zinc Limited, signed on 18-7-94, NML will evaluate the data provided by HZL on few identified gold prospects explored by GSI/MECL and prepare an initial project report to identify prospects for feasibility studies and subsequent development. The cost of evaluation will be borne by the Australian Company.

In case an economic opportunity is identified, both Companies will form a joint venture Company with Niugini Mining Ltd. holding 60 per cent and Hindustan Zinc Ltd. holding 40 per cent equity to conduct detailed feasibility study and subsequent mine development. The final investment would depend on the type and size of the deposit identified. The MOU will expire if a successful opportunity is not identified within a period of two years, unless otherwise agreed mutually.

(c) Two deposits in Karnataka identified by HZL for initial evaluation. The details are as under:—

ORE

Prospects	Reserves (MT)	Grade (Gold)
Ajjanahalli	2.7	2.00 G/T
Kempinkote	3.5	1.22 G/T

(d) M/s. Niugini Mining Ltd.'s consulting geologist have been visiting HZL to examine the available data. If the preliminary report identifies economic targets, a detailed feasibility report will be prepared which will be the basis for decision, on when the Australian Company should start mining of good in Karnataka.

Mineral deposits in Rajasthan and Orissa

1667. SHRI RAMDAS AGARWAL: Will the Minister of MINES be pleased to state:

(a) whether the Geological Survey of India has conducted any survey so far

during the last three years to identify deposits of Minerals in Rajasthan as well as in the State of Orissa;

(b) if so, the areas surveyed so far in each State, indicating mineral deposit identified till date in each State;

(c) whether any offer for exploration/exploitation of minerals in these States has been received from any foreign agency; and

(d) if so, what is the present stage of negotiations and by when award/contract likely to be given to outside agencies by the respective States?

THE MINISTER OF STATE IN THE MINISTRY OF MINES (SHRI BALRAM SINGH YADAV): (a) Yes, Sir.

(b) In Orissa coal deposits have been located in Talcher and IB river Coal fields, gold prospects in Keonjhar district; chromite deposits in Cuttack district and Manganese in Koraput district.

In Rajasthan prospetcs of lead-zinc in Udaipur, Bhilwara and Ajmer district, copper in Udaipur and Chittor district, gold in Banswara and Sirohi districts, Phosphorite in Udaipur district, Potash in Nagaur and Ganganagar districts and tungsten in Pali and Sirohi districts have been established.

(c) Government of Orissa have received offers for development of iron ore deposits of Orissa from: (i) RTZ (M&E) Ltd., London, (ii) BHP, Australia, (iii) UDI, Eisenburg, Hongkong and discussions are also going on with the following: (i) CARE Pvt. Ltd., Australia, (ii) AMIL, Australia, (iii) De Beers Centenary, Switzerland, (iv) Leader Mining Co., Canada, (v) CRP Ltd., Australia for exploration and exploitation of diamonds in Orissa with the State Government.

Offers for exploration of basemetals in Rajasthan have been received by GSI from BRGM, France. A collaborative programme for copper in Khetri and consultancy work for lead-zinc in Rajasthan is already approved. BHP Minerals, Australia has also offered assistance for re-processing of Aeromagnetic Data.

(d) Question of the State Govt. awarding any contract/award will arise only if their officers are found advantageous.

Exploiting Grants from Mines

1668. SHRI SURINDER KUMAR SINGLA:

DR. SHRIKANT RAMCHANDRA JICHKAR:

Will the Minister of MINES be pleased to state:

(a) what are the names of the states where deposits of granite are located.

(b) what are the sites of granite mines in Maharashtra; and

(c) what steps are being taken to exploit granite mines?

THE MINISTER OF STATE OF THE MINISTRY OF MINES (SHRI BALRAM SINGH YADAV): (a) Granite deposits located in the states of Andhra Pradesh, Assam, Bihar, Gujarat, Karnataka, Madhya Pradesh, Maharashtra, Orissa, Rajasthan, Tamil, Nadu, Uttar Pradesh and West Bengal.

(b) The granite mines are located in Sindhudurge, Nanded, Bhandara, Thane, Gadchiroli, Chandrapur, Nagpur Districts of Maharashtra.

(c) To encourage exploitation of granite mines in the state, Government of Maharashtra has taken the following policy decisions:—

(i) Lease will be granted to an applicant who has got 100 per cent EOU or propose to instal within three years from the date of grant of lease within Maharashtra State.

(ii) First come first served basis persons proposing or having 100 per cent EOU.

(iii) Maximum area will be granted for black granite is 50 hectares and for colour and other granite is 100 hects.

(iv) The lease will be granted for 15 years with subsequent two renewals for like period.